(1) That the proposed transferee is qualified to be the holder of the license: and

(2) That transfer of the license is otherwise consistent with applicable provisions of law, regulations, and orders issued by the Commission pursuant thereto.

 $[26\ FR\ 9546,\ Oct.\ 10,\ 1961,\ as\ amended\ at\ 35\ FR\ 19661,\ Dec.\ 29,\ 1970;\ 38\ FR\ 3956,\ Feb.\ 9,\ 1973;\ 65\ FR\ 44660,\ July\ 19,\ 2000;\ 70\ FR\ 61888,\ Oct.\ 27,\ 2005;\ 72\ FR\ 49503,\ Aug.\ 28,\ 2007]$

§ 50.81 Creditor regulations.

- (a) Pursuant to section 184 of the Act, the Commission consents, without individual application, to the creation of any mortgage, pledge, or other lien upon any production or utilization facility not owned by the United States which is the subject of a license or upon any leasehold or other interest in such facility: *Provided*:
- (1) That the rights of any creditor so secured may be exercised only in compliance with and subject to the same requirements and restrictions as would apply to the licensee pursuant to the provisions of the license, the Atomic Energy Act of 1954, as amended, and regulations issued by the Commission pursuant to said Act; and
- (2) That no creditor so secured may take possession of the facility pursuant to the provisions of this section prior to either the issuance of a license from the Commission authorizing such possession or the transfer of the license.
- (b) Any creditor so secured may apply for transfer of the license covering such facility by filing an application for transfer of the license pursuant to \$50.80(b). The Commission will act upon such application pursuant to \$50.80(c).
- (c) Nothing contained in this regulation shall be deemed to affect the means of acquiring, or the priority of, any tax lien or other lien provided by law.
 - (d) As used in this section:
- (1) License includes any license under this chapter, any construction permit under this part, and any early site permit under part 52 of this chapter, which may be issued by the Commission with regard to a facility;
- (2) "Creditor" includes, without implied limitation, the trustee under any

mortgage, pledge or lien on a facility made to secure any creditor, any trust-ee or receiver of the facility appointed by a court of competent jurisdiction in any action brought for the benefit of any creditor secured by such mortgage, pledge or lien, any purchaser of such facility at the sale thereof upon fore-closure of such mortgage, pledge, or lien or upon exercise of any power of sale contained therein, or any assignee of any such purchaser.

(3) Facility includes but is not limited to, a site which is the subject of an early site permit under subpart A of part 52 of this chapter, and a reactor manufactured under a manufacturing license under subpart F of part 52 of this chapter.

[26 FR 9546, Oct. 10, 1961, as amended at 32 FR 2562, Feb. 7, 1967; 72 FR 49504, Aug. 28, 2007]

§ 50.82 Termination of license.

For power reactor licensees who, before the effective date of this rule, either submitted a decommissioning plan for approval or possess an approved decommissioning plan, the plan is considered to be the PSDAR submittal required under paragraph (a)(4) of this section and the provisions of this section apply accordingly. For power reactor licensees whose decommissioning plan approval activities have been relegated to notice of opportunity for a hearing under subpart G of 10 CFR part 2, the public meeting convened and 90day delay of major decommissioning activities required in paragraphs (a)(4)(ii) and (a)(5) of this section shall not apply, and any orders arising from proceedings under subpart G of 10 CFR part 2 shall continue and remain in effect absent any orders from the Commission.

- (a) For power reactor licensees—
- (1)(i) When a licensee has determined to permanently cease operations the licensee shall, within 30 days, submit a written certification to the NRC, consistent with the requirements of §50.4(b)(8);
- (ii) Once fuel has been permanently removed from the reactor vessel, the licensee shall submit a written certification to the NRC that meets the requirements of §50.4(b)(9) and;
- (iii) For licensees whose licenses have been permanently modified to

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allow possession but not operation of the facility, before the effective date of this rule, the certifications required in paragraphs (a)(1) (i)–(ii) of this section shall be deemed to have been submitted.

- (2) Upon docketing of the certifications for permanent cessation of operations and permanent removal of fuel from the reactor vessel, or when a final legally effective order to permanently cease operations has come into effect, the 10 CFR part 50 license no longer authorizes operation of the reactor or emplacement or retention of fuel into the reactor vessel.
- (3) Decommissioning will be completed within 60 years of permanent cessation of operations. Completion of decommissioning beyond 60 years will be approved by the Commission only when necessary to protect public health and safety. Factors that will be considered by the Commission in evaluating an alternative that provides for completion of decommissioning beyond 60 years of permanent cessation of operations include unavailability waste disposal capacity and other sitespecific factors affecting the licensee's capability to carry out decommissioning, including presence of other nuclear facilities at the site.
- (4) (i) Prior to or within 2 years following permanent cessation of operations, the licensee shall submit a post-shutdown decommissioning activities report (PSDAR) to the NRC, and a copy to the affected State(s). The report must include a description of the planned decommissioning activities along with a schedule for their accomplishment, an estimate of expected costs, and a discussion that provides the reasons for concluding that the environmental impacts associated with site-specific decommissioning activities will be bounded by appropriate previously issued environmental impact statements.
- (ii) The NRC shall notice receipt of the PSDAR and make the PSDAR available for public comment. The NRC shall also schedule a public meeting in the vicinity of the licensee's facility upon receipt of the PSDAR. The NRC shall publish a notice in the FEDERAL REGISTER and in a forum, such as local newspapers, that is readily accessible

- to individuals in the vicinity of the site, announcing the date, time and location of the meeting, along with a brief description of the purpose of the meeting.
- (5) Licensees shall not perform any major decommissioning activities, as defined in §50.2, until 90 days after the NRC has received the licensee's PSDAR submittal and until certifications of permanent cessation of operations and permanent removal of fuel from the reactor vessel, as required under §50.82(a)(1), have been submitted.
- (6) Licensees shall not perform any decommissioning activities, as defined in §50.2, that—
- (i) Foreclose release of the site for possible unrestricted use;
- (ii) Result in significant environmental impacts not previously reviewed; or
- (iii) Result in there no longer being reasonable assurance that adequate funds will be available for decommissioning.
- (7) In taking actions permitted under §50.59 following submittal of the PSDAR, the licensee shall notify the NRC, in writing and send a copy to the affected State(s), before performing any decommissioning activity inconsistent with, or making any significant schedule change from, those actions and schedules described in the PSDAR, including changes that significantly increase the decommissioning cost.
- (8)(i) Decommissioning trust funds may be used by licensees if—
- (A) The withdrawals are for expenses for legitimate decommissioning activities consistent with the definition of decommissioning in §50.2;
- (B) The expenditure would not reduce the value of the decommissioning trust below an amount necessary to place and maintain the reactor in a safe storage condition if unforeseen conditions or expenses arise and;
- (C) The withdrawals would not inhibit the ability of the licensee to complete funding of any shortfalls in the decommissioning trust needed to ensure the availability of funds to ultimately release the site and terminate the license.
- (ii) Initially, 3 percent of the generic amount specified in §50.75 may be used

for decommissioning planning. For licensees that have submitted the certifications required under §50.82(a)(1) and commencing 90 days after the NRC has received the PSDAR, an additional 20 percent may be used. A site-specific decommissioning cost estimate must be submitted to the NRC prior to the licensee using any funding in excess of these amounts.

- (iii) Within 2 years following permanent cessation of operations, if not already submitted, the licensee shall submit a site-specific decommissioning cost estimate.
- (iv) For decommissioning activities that delay completion of decommissioning by including a period of storage or surveillance, the licensee shall provide a means of adjusting cost estimates and associated funding levels over the storage or surveillance period.
- (9) All power reactor licensees must submit an application for termination of license. The application for termination of license must be accompanied or preceded by a license termination plan to be submitted for NRC approval.
- (i) The license termination plan must be a supplement to the FSAR or equivalent and must be submitted at least 2 years before termination of the license date.
- (ii) The license termination plan must include—
- (A) A site characterization;
- (B) Identification of remaining dismantlement activities;
 - (C) Plans for site remediation;
- (D) Detailed plans for the final radiation survey:
- (E) A description of the end use of the site, if restricted;
- (F) An updated site-specific estimate of remaining decommissioning costs;
- (G) A supplement to the environmental report, pursuant to §51.53, describing any new information or significant environmental change associated with the licensee's proposed termination activities.
- (H) Identification of parts, if any, of the facility or site that were released for use before approval of the license termination plan.
- (iii) The NRC shall notice receipt of the license termination plan and make the license termination plan available

for public comment. The NRC shall also schedule a public meeting in the vicinity of the licensee's facility upon receipt of the license termination plan. The NRC shall publish a notice in the FEDERAL REGISTER and in a forum, such as local newspapers, which is readily accessible to individuals in the vicinity of the site, announcing the date, time and location of the meeting, along with a brief description of the purpose of the meeting.

- (10) If the license termination plan demonstrates that the remainder of decommissioning activities will be performed in accordance with the regulations in this chapter, will not be inimical to the common defense and security or to the health and safety of the public, and will not have a significant effect on the quality of the environment and after notice to interested persons, the Commission shall approve the plan, by license amendment, subject to such conditions and limitations as it deems appropriate and necessary and authorize implementation of the license termination plan.
- (11) The Commission shall terminate the license if it determines that—
- (i) The remaining dismantlement has been performed in accordance with the approved license termination plan, and
- (ii) The final radiation survey and associated documentation, including an assessment of dose contributions associated with parts released for use before approval of the license termination plan, demonstrate that the facility and site have met the criteria for decommissioning in 10 CFR part 20, subpart E.
- (b) For non-power reactor licensees—
- (1) A licensee that permanently ceases operations must make application for license termination within 2 years following permanent cessation of operations, and in no case later than 1 year prior to expiration of the operating license. Each application for termination of a license must be accompanied or preceded by a proposed decommissioning plan. The contents of the decommissioning plan are specified in paragraph (b)(4) of this section.

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- (2) For decommissioning plans in which the major dismantlement activities are delayed by first placing the facility in storage, planning for these delayed activities may be less detailed. Updated detailed plans must be submitted and approved prior to the start of these activities.
- (3) For decommissioning plans that delay completion of decommissioning by including a period of storage or surveillance, the licensee shall provide that—
- (i) Funds needed to complete decommissioning be placed into an account segregated from the licensee's assets and outside the licensee's administrative control during the storage or surveillance period, or a surety method or fund statement of intent be maintained in accordance with the criteria of §50.75(e); and
- (ii) Means be included for adjusting cost estimates and associated funding levels over the storage or surveillance period.
- (4) The proposed decommissioning plan must include—
- (i) The choice of the alternative for decommissioning with a description of activities involved. An alternative is acceptable if it provides for completion of decommissioning without significant delay. Consideration will be given to an alternative which provides for delayed completion of decommissioning only when necessary to protect the public health and safety. Factors to be considered in evaluating an alternative which provides for delayed completion of decommissioning include unavailability of waste disposal capacity and other site-specific factors affecting the licensee's capability to carry out decommissioning, including the presence of other nuclear facilities at the site.
- (ii) A description of the controls and limits on procedures and equipment to protect occupational and public health and safety;
- (iii) A description of the planned final radiation survey;
- (iv) An updated cost estimate for the chosen alternative for decommissioning, comparison of that estimate with present funds set aside for decommissioning, and plan for assuring the availability of adequate funds for completion of decommissioning; and

- (v) A description of technical specifications, quality assurance provisions and physical security plan provisions in place during decommissioning.
- (5) If the decommissioning plan demonstrates that the decommissioning will be performed in accordance with the regulations in this chapter and will not be inimical to the common defense and security or to the health and safety of the public, and after notice to interested persons, the Commission will approve, by amendment, the plan subject to such conditions and limitations as it deems appropriate and necessary. The approved decommissioning plan will be a supplement to the Safety Analysis report or equivalent.
- (6) The Commission will terminate the license if it determines that—
- (i) The decommissioning has been performed in accordance with the approved decommissioning plan, and
- (ii) The terminal radiation survey and associated documentation demonstrate that the facility and site are suitable for release in accordance with the criteria for decommissioning in 10 CFR part 20, subpart E.
- (c) For a facility that has permanently ceased operation before the expiration of its license, the collection period for any shortfall of funds will be determined, upon application by the licensee, on a case-by-case basis taking into account the specific financial situation of each licensee.

[61 FR 39301, July 29, 1996, as amended at 62 FR 39091, July 21, 1997; 68 FR 19727, Apr. 22, 2003]

EFFECTIVE DATE NOTE: At 76 FR 35571, June 17, 2011, $\S 50.82$ was amended by revising paragraph (a)(4)(i), and adding paragraphs (a)(8)(v), (a)(8)(vi), and (a)(8)(vii), effective Dec. 17, 2012. For the convenience of the user, the added and revised text is set forth as follows:

§ 50.82 Termination of license.

* * * * *

(a) * * *

(4)(i) Within 2 years following permanent cessation of operations, the licensee shall submit a post-shutdown decommissioning activities report (PSDAR) to the NRC, and a copy to the affected State(s). The PSDAR must contain a description of the planned decommissioning activities along with a schedule for their accomplishment, a discussion

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that provides the reasons for concluding that the environmental impacts associated with site-specific decommissioning activities will be bounded by appropriate previously issued environmental impact statements, and a site-specific DCE, including the projected cost of managing irradiated fuel.

* * * * *

(8) * * *

- (v) After submitting its site-specific DCE required by paragraph (a)(4)(i) of this section, and until the licensee has completed its final radiation survey and demonstrated that residual radioactivity has been reduced to a level that permits termination of its license, the licensee must annually submit to the NRC, by March 31, a financial assurance status report. The report must include the following information, current through the end of the previous calendar year:
- (A) The amount spent on decommissioning, both cumulative and over the previous calendar year, the remaining balance of any decommissioning funds, and the amount provided by other financial assurance methods being relied upon;
- (B) An estimate of the costs to complete decommissioning, reflecting any difference between actual and estimated costs for work performed during the year, and the decommissioning criteria upon which the estimate is based:
- (C) Any modifications occurring to a licensee's current method of providing financial assurance since the last submitted report; and
- (D) Any material changes to trust agreements or financial assurance contracts.
- (vi) If the sum of the balance of any remaining decommissioning funds, plus earnings on such funds calculated at not greater than a 2 percent real rate of return, together with the amount provided by other financial assurance methods being relied upon, does not cover the estimated cost to complete the decommissioning, the financial assurance status report must include additional financial assurance to cover the estimated cost of completion
- (vii) After submitting its site-specific DCE required by paragraph (a)(4)(i) of this section, the licensee must annually submit to the NRC, by March 31, a report on the status of its funding for managing irradiated fuel. The report must include the following information, current through the end of the previous calendar year:
- (A) The amount of funds accumulated to cover the cost of managing the irradiated fuel:
- (B) The projected cost of managing irradiated fuel until title to the fuel and possession of the fuel is transferred to the Secretary of Energy; and

(C) If the funds accumulated do not cover the projected cost, a plan to obtain additional funds to cover the cost.

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§ 50.83 Release of part of a power reactor facility or site for unrestricted use.

- (a) Prior written NRC approval is required to release part of a facility or site for unrestricted use at any time before receiving approval of a license termination plan. Section 50.75 specifies recordkeeping requirements associated with partial release. Nuclear power reactor licensees seeking NRC approval shall—
- (1) Evaluate the effect of releasing the property to ensure that—
- (i) The dose to individual members of the public does not exceed the limits and standards of 10 CFR Part 20, Subpart D;
- (ii) There is no reduction in the effectiveness of emergency planning or physical security;
- (iii) Effluent releases remain within license conditions;
- (iv) The environmental monitoring program and offsite dose calculation manual are revised to account for the changes;
- (v) The siting criteria of 10 CFR Part 100 continue to be met; and
- (vi) All other applicable statutory and regulatory requirements continue to be met.
- (2) Perform a historical site assessment of the part of the facility or site to be released; and
- (3) Perform surveys adequate to demonstrate compliance with the radiological criteria for unrestricted use specified in 10 CFR 20.1402 for impacted areas.
- (b) For release of non-impacted areas, the licensee may submit a written request for NRC approval of the release if a license amendment is not otherwise required. The request submittal must include—
- (1) The results of the evaluations performed in accordance with paragraphs (a)(1) and (a)(2) of this section;
- (2) A description of the part of the facility or site to be released;
- (3) The schedule for release of the property;